																		Current Prior Year					
	January-08 Allocation Returns-Month			December-07 Allocation Returns-Quarter				September-07 Allocation Returns-Quarter				FY Reti		FY Reti		3 Years Ended 6/30/2007			Ended 2006				
	Market Value		Policy(1)	Gross	Net	Market Value		Policy(1)	Gross	Net	Market Value	Actual		Gross	Net	Gross	Net	Gross	Net	Gross	Net	Gross	Net
LARGE CAP DOMESTIC EQUITY Structured Growth Los Angeles Capital	19.110.134	1.4%	1.5%	-9.29%	-9.31%	21.067.593	1.5%	1.5%	-1.45%	-1.50%	22.372.471	1.6%	1.5%	0.44%	0.38%		-10.33%	22.11%	21.84%	13.59%	13.35%	N/A	N/A
Total Structured Growth	19,110,134	1.4%	1.5%	-9.29%	-9.31%	21,067,593	1.5%	1.5%	-1.45%	-1.50%	22,372,471	1.6%	1.5%	0.44%	0.38%	-10.21%	-10.33%	22.11%	21.84%		13.35%		10.94%
Russell 1000 Growth				-7.80%	-7.80%				-0.77%	-0.77%				4.21%	4.21%	-4.65%	-4.65%	19.04%	19.04%	8.70%	8.70%	9.28%	9.28%
Structured Value LSV	19.834.240	1.4%	1.5%	-3.76%	-3.79%	20.609.256	1.5%	1.5%	-5.44%	-5.53%	21.811.446	1.6%	1.5%	-0.80%	-0.89%	-9.72%	-9.92%	24.21%	23.77%	19.46%	19.00%	17.00%	16.55%
Russell 1000 Value	,,			-4.01%	-4.01%				-5.80%	-5.80%		,	,	-0.24%	-0.24%	-9.79%	-9.79%	21.87%		15.93%		13.31%	
Russell 1000 Enhanced Index Los Angeles Capital	38,532,321	2.8%	3.0%	-8.05%	-8.07%	41,905,598	3.0%	3.0%	-1.02%	-1.07%	44,538,984	3.2%	3.0%	0.29%	0.24%	-8.72%	-8.83%	21.51%	21.27%	13.70%	13.46%	N/A	N/A
Russell 1000				-6.00%	-6.00%				-3.23%	-3.23%				1.98%	1.98%	-7.23%	-7.23%	20.43%	20.43%	12.34%	12.34%	N/A	N/A
S&P 500 Enhanced Index Westridge	44.209.364	3.2%	3.0%	-5.89%	-5.92%	46.965.807	3.4%	3.0%	-2.97%	-3.04%	49.360.648	3.6%	3.0%	2.26%	2.18%	-6.62%	-6.79%	21.48%	21 12%	12.30%	11 98%	N/A	N/A
S&P 500	.,,			-6.00%	-6.00%	10,000,001			-3.33%	-3.33%	12,002,012			2.03%	2.03%	-7.29%	-7.29%	20.59%	20.59%	11.68%		N/A	N/A
130/30																							
State Street Total 130/30	11,862,257 11,862,257	0.9%	1.0%	-6.95% - 6.95 %	-7.02% - 7.02 %	12,748,248 12,748,248	0.9%	1.0%	-6.18% -6.18%	-6.37% -6.37%	13,525,291 13,525,291	1.0%	1.0%	-0.60% -0.60%	-0.80% -0.80%		-13.63% -13.63%	22.77% 22.77%	21.82%	12.69% 12.69%	12.34% 12.34%		11.08% 11.08%
S&P 500	,			-6.00%	-6.00%	1_,1 10,2 10			-3.33%	-3.33%	11,021,201			2.03%	2.03%	-7.29%	-7.29%	20.59%	20.59%	11.68%	11.68%	10.71%	
TOTAL LARGE CAP DOMESTIC EQUITY S&P 500	133,548,316	9.6%	10.1%	-6.81% -6.00%	-6.84% -6.00%	143,296,502	10.3%	10.1%	-2.82% -3.33%	-2.89% -3.33%	151,608,840	10.9%	10.1%	0.70% 2.03%	0.62% 2.03%	-8.80% -7.29%	-8.97% -7.29%	22.25% 20.59%	21.86% 20.59%	14.08% 11.68%	13.76% 11.68%	12.47% 10.71%	
SMALL CAP DOMESTIC EQUITY Manager-of-Managers SEI	20.360.504	1.5%	1.7%	-7.50%	-7.57%	22.021.537	1.6%	1.7%	-6.16%	-6.35%	23.489.680	1.7%	1.7%	-3.47%	-3.66%	-16.21%	-16.61%	19.32%	18.39%	14.58%	13.70%	15.22%	14.37%
Russell 2000 + 200bp Enhanced	_3,000,004		,0	-6.65%	-6.65%	,02.,007		.,,,,	-4.09%	-4.09%			,0	-2.60%	-2.60%		-12.80%	18.76%	18.76%	15.72%	15.72%	16.16%	
Research Affiliates Russell 2000	19,731,943	1.4%	1.7%	-5.19% -6.82%	-5.26% -6.82%	20,870,861	1.5%	1.7%	-6.81% -4.58%	-7.00% -4.58%	22,396,398	1.6%	1.7%	N/A -3.09%	N/A -3.09%	N/A -13.83%	N/A -13.83%	N/A	N/A	N/A	N/A	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY Russell 2000	40,092,447	2.9%	3.4%	-6.38% -6.82%	-6.44% -6.82%	42,892,398	3.1%	3.4%	-6.48% -4.58%	-6.67% -4.58%	45,886,078	3.3%	3.4%	-4.79% -3.09%	-4.98% -3.09%		-17.03%	19.32% 16.44%	18.39% 16.44%	14.58% 13.45%	13.70% 13.45%	15.22% 13.88%	14.37% 13.88%
INTERNATIONAL EQUITY Large Cap - Active				0.0270	0.02 /0				1.0070	7.0070				0.0070	0.0070	70.00%	70.0070		10.7770	70.7070	70.7070	70.0070	70.0070
Capital Guardian	38,411,483 36,329,762	2.8%	3.1% 3.1%	-9.13% -10.54%	-9.18% -10.58%	42,235,896 40,609,656	3.0% 2.9%	3.1% 3.1%	-1.08% -6.27%	-1.23% -6.39%	44,750,479 45,428,193	3.2%	3.1% 3.1%	0.75% -3.25%	0.61%	-9.44% -18.87%	-9.75% -19.11%	26.71% 31.87%	25.99% 31.24%	21.84% N/A	21.19% N/A	15.49% N/A	14.89% N/A
Total Large Cap - Active MSCI EAFE - 50% Hedged	74,741,245	5.4%	6.1%	-9.82% -10.14%	-9.87% -10.14%	82,845,552	6.0%	6.1%	-3.67% -2.19%	-3.80% -2.19%	90,178,672	6.5%	6.2%	-1.30% 0.11%	-1.43% 0.11%	-14.26%	-14.53% -12.01%	29.24% 26.94%	28.57% 26.94%	23.57% 22.55%	22.95% 22.55%	18.89% 15.71%	
Small Cap - Value																							
DFA Lazard	9,380,074	0.7%	0.8%	-6.60% N/A	-6.60% N/A	10,042,378	0.7%	0.8%	N/A	N/A	11 025 070	0.0%	0.0%	N/A	N/A	N/A	N/A N/A	N/A	N/A	N/A	N/A	N/A N/A	N/A N/A
Total Small Cap Value Citigroup Broad Market Index < \$2BN	9,380,074	0.0% 0.7%	0.0% 0.8%	-6.60% -9.70%	-6.60% -9.70%	10,042,378	0.0% 0.7%	0.0% 0.8%	-0.58% -5.94%	N/A -0.64% -5.94%	11,035,970 11,035,970	0.8% 0.8%	0.8% 0.8%	-3.72% -3.72% -0.66%	-3.92% -3.92% -0.66%		-10.84% -15.62%	22.00% 22.00% 28.58%	21.03% 21.03% 28.58%	21.90% 21.90% 26.34%	20.93% 20.93% 26.34%	N/A N/A	
Small Cap - Growth																							
Vanguard Citigroup Broad Market Index < \$2BN	9,341,139	0.7%	0.8%	-9.09% -9.70%	-9.13% -9.70%	10,279,696	0.7%	0.8%	-4.73% -5.94%	-4.84% -5.94%	10,799,971	0.8%	0.8%	-1.37% -0.66%	-1.48% -0.66%		-14.81% -15.62%	31.58% 28.58%	31.00% 28.58%	28.73% 26.34%	28.08% 26.34%	N/A N/A	N/A N/A
TOTAL INTERNATIONAL EQUITY	93,462,458	6.7%	7.6%	-9.43%	-9.47%	103,167,626	7.4%	7.6%	-3.85%	-3.97%	112,014,613	8.1%	7.7%	-1.56%	-1.70%	-14.27%	-14.54%	28.72%	28.02%	24.09%	23.43%	17.79%	17.15%
MSCI EAFE - 50% Hedged DOMESTIC FIXED INCOME				-10.14%	-10.14%				-2.19%	-2.19%				0.11%	0.11%	-12.01%	-12.01%	26.94%	26.94%	22.55%	22.55%	15.71%	15.71%
Core Bond Western Asset	201.456.485	14.5%	15.0%	1.80%	1.78%	197.959.539	14.2%	15.0%	1.68%	1.63%	196.540.726	14.2%	15.1%	1.92%	1.87%	5.50%	5.37%	7.51%	7.29%	4.65%	4.44%	5.85%	5.64%
Lehman Aggregate	201,100,100	1-4.070	10.070	1.68%	1.68%	101,000,000	141270	10.070	3.00%	3.00%	100,040,120	1-12/0	101170	2.84%	2.84%	7.71%	7.71%	6.12%	6.12%	3.98%	3.98%	4.48%	4.48%
Mortgage Backed Hyperion	53,721,009	3.9%	3.9%	0.60%	0.58%	52,952,578	3.8%	3.9%	-0.95%	-1.00%	53,494,023	3.9%	3.9%	-1.73%	-1.78%	-2.08%	-2.20%	N/A	N/A	N/A	N/A	N/A	N/A
Lehman Global Aggregate (US Securitized Pe				2.04%	2.04%	,,			3.15%	3.15%	50,101,020			3.88%	3.88%	9.34%	9.34%						
Core Plus/Enhanced Clifton Group	59,152,932	4.2%	3.9%	2.46%	2.46%	57,708,809	4.1%	3.9%	3.99%	3.99%	55,491,470	4.0%	3.9%	4.41%	4.41%	11.25%	11.25%	5.52%	5.52%	N/A	N/A	N/A	N/A
Prudential	55,909,592	4.0%	3.9%	1.00%	0.98%	55,331,126	4.0%	3.9%	2.52%	2.45%	54,017,506	3.9%	3.9%	2.01%	1.95%	5.63%	5.47%	N/A	N/A	N/A	N/A	N/A	N/A
Total Core Plus/Enhanced Lehman Aggregate	115,062,524	8.3%	7.7%	1.75% 1.68%	1.73% 1.68%	113,039,935	8.1%	7.7%	3.27% 3.00%	3.23% 3.00%	109,508,976	7.9%	7.8%	3.21% 2.84%	3.18% 2.84%	8.45% 7.71%	8.37% 7.71%	6.05% 6.12%	5.95% 6.12%	N/A	N/A	N/A	N/A
Index				7.0070	7.0070				0.0070	0.0070				2.0770	2.0770	1.,,,,		0.7270	0.7270				
Bank of ND	101,033,715	7.3%	6.8%	2.00%	1.99%	99,028,937	7.1%	6.8%	3.06%	3.04%	97,835,264	7.1%	6.8%	3.11%	3.09%	8.39%	8.35%	5.52%	5.45%	2.98%	2.92%	4.39%	4.32%
Total Index Lehman Gov/Credit (3)	101,033,715	7.3%	6.8%	2.00% 1.90%	1.99% 1.90%	99,028,937	7.1%	6.8%	3.06% 3.10%	3.04% 3.10%	97,835,264	7.1%	6.8%	3.11% 3.01%	3.09% 3.01%	8.39% 8.22%	8.35% 8.22%	5.52% 6.00%	5.45% 6.00%	3.01% 3.04%	2.80% 3.04%	4.25% 4.35%	4.10% 4.35%
BBB Average Quality Wells Capital (formerly Strong)	198,301,410	14.2%	15.0%	1.09%	1.07%	196,251,860	14.1%	15.0%	2.04%	1.98%	193,933,169	14.0%	15.1%	1.53%	1.48%	4.73%	4.60%	8.16%	7.93%	5.09%	4.86%	6.82%	6.59%
TOTAL DOMESTIC FIXED INCOME	669,575,143	48.1%	48.4%	0.38% 1.51%	0.38% 1.50%	659,232,849	47.4%	48.4%	1.90% 2.04%	1.90% 2.00 %	651,312,158	47.0%	48.7%	1.67% 1.89%	1.67% 1.84%	3.99% 5.54%	3.99% 5.43%	7.54% 7.29%	7.54% 7.11%	4.47% 4.12%	4.47% 4.01%	6.59% 5.57%	6.59% 5.43%
Lehman Aggregate (4) INFLATION PROTECTED ASSETS				1.68%	1.68%				3.00%	3.00%				2.84%	2.84%	7.71%	7.71%	6.12%	6.12%	4.13%	4.13%	4.87%	4.87%
Northern Trust Global Investments Western	153,666,311 153,604,730	11.0% 11.0%	10.1% 10.1%	4.08% 3.95%	4.08% 3.94%	151,127,642 150,135,547	10.9% 10.8%	10.1% 10.1%	5.08% 4.19%	5.07% 4.16%	146,169,453 145.031.121	10.5% 10.5%	10.1% 10.1%	4.58% 5.17%	4.57% 5.14%		14.36% 13.82%	3.98% 3.46%	3.93% 3.35%	3.83% 3.43%	3.78% 3.40%	N/A N/A	
TOTAL INFLATION PROTECTED ASSETS LB US TIPS Index	307,271,041		20.1%	4.02% 3.96%	4.01% 3.96%	301,263,189		20.2%	4.63% 4.97%	4.62% 4.97%	291,200,574		20.3%	4.87% 4.54%	4.85% 4.54%	14.14%	14.09% 14.08%	3.72% 4.07%	3.64% 4.07%		3.59% 3.96%	N/A N/A	N/A N/A
REAL ESTATE																							
JP Morgan	89,653,515	6.4%	5.5%	0.00%	-0.12%	87,703,157	6.3%	5.5%	3.54%	3.18%	85,060,620	6.1%	5.5%	3.84%	3.48%	7.50%	6.64%		16.00%	N/A	N/A	N/A	N/A
NCREIF Total Index				1.06%	1.06%				3.21%	3.21%				3.56%	3.56%	8.02%	8.02%	17.24%	17.24%	17.14%	17.14%	N/A	N/A
CASH EQUIVALENTS Bank of ND	58,549,591	4.2%	4.9%	0.29%	0.29%	54,155,975	3.9%	4.8%	0.96%	0.96%	49,156,756	3.5%	4.2%	1.24%	1.24%		2.51%	5.36% 5.21%	5.36%		4.10%		3.00%
90 Day T-Bill TOTAL INSURANCE TRUST	1,392,152,511	100 0%	100 0%	0.50%	0.50% -0.02%	1,391,711,696	100 0%	100 0%	1.05% 1.38%	1.05% 1.31%	1,386,239,639	100 0%	100 0%	1.34% 1.93%	1.34%		2.92% 3.17%		5.21% 10.30%	3.78% 7.25%	3.78% 7.02%	2.76% 8.01%	
POLICY TARGET BENCHMARK	1,002,102,011	100.076	100.0 /6	0.00%	0.08%	1,001,711,090	100.0 /6	100.070	2.04%	2.04%	1,000,203,009	100.070	100.076	2.69%	2.69%	4.87%	4.87%	9.56%	9.56%	7.10%	7.10%	7.44%	

NOTE: Monthly returns and market values are preliminary and subject to change.

⁽¹⁾ Because each fund within the Insurance Trust has a different policy allocation, the consolidated report reflects a weighted average of all of the funds' policy allocations. (2) Prior to January 1, 2005, the benchmark was First Boston Convertible Index (3) From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index. (4) Prior to July 1, 2005, the benchmark was LB Gowt/Credit Index.